

**MARGARINE INDUSTRIES LIMITED****ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2010****STATEMENTS OF FINANCIAL POSITION**

	<b>THE GROUP</b>		<b>THE COMPANY</b>	
	31 March 2010 (Unaudited) Rs	31 December 2009 (Audited) Rs	31 March 2010 (Unaudited) Rs	31 December 2009 (Audited) Rs
<b>ASSETS</b>				
Non-current assets	159,954,001	161,397,641	162,036,700	163,477,241
Current assets	130,355,773	134,797,166	98,054,225	100,943,200
<b>TOTAL ASSETS</b>	<b>Rs 290,309,774</b>	<b>296,194,807</b>	<b>260,090,925</b>	<b>264,420,441</b>
<b>EQUITY AND LIABILITIES</b>				
Equity attributable to owners of the Company	103,259,987	103,588,506	104,099,118	103,733,763
Non-current liabilities	54,546,861	33,716,867	53,223,761	32,681,267
Current liabilities	132,502,926	158,889,434	102,768,046	128,005,411
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>Rs 290,309,774</b>	<b>296,194,807</b>	<b>260,090,925</b>	<b>264,420,441</b>

**STATEMENTS OF COMPREHENSIVE INCOME**

	<b>THE GROUP</b>		<b>THE COMPANY</b>	
	Quarter ended 31 March 2010 (Unaudited) Rs	Quarter ended 31 March 2009 (Unaudited) Rs	Quarter ended 31 March 2010 (Unaudited) Rs	Quarter ended 31 March 2009 (Unaudited) Rs
Revenue	68,825,860	73,197,163	53,785,991	53,160,802
Operating Profit	2,586,351	1,135,268	2,781,920	1,350,829
Finance Costs	(2,378,348)	(1,264,073)	(1,880,042)	(789,250)
Profit before taxation	208,003	(128,805)	901,878	561,579
Taxation	(332,208)	(114,184)	(332,208)	(114,184)
Profit/(Loss) for the period	(124,205)	(242,989)	569,670	447,395
Other comprehensive income	(204,315)	2,424,146	(204,315)	2,424,146
Total comprehensive income for the period attributable to owners of the Company	<b>Rs (328,520)</b>	<b>2,181,157</b>	<b>365,355</b>	<b>2,871,541</b>
Earnings per share	<b>Rs (0.41)</b>	<b>(0.81)</b>		

**NOTES:**

The interim condensed financial statements for the quarter ended 31 March 2010 are unaudited and are prepared using the same accounting policies and methods of computation as those adopted in the statutory financial statements for the year ended 31st December 2009.

**Group results:**

Group turnover fell by 6% compared to the same period last year, principally due to the under performance of its subsidiary, Central Distributors Company Limited. However, improved margin management in its core margarine business has mitigated the negative effect and impacted favourably on the profitability.

**Prospects:**

Prospects for the remaining nine months are fair, subject to no significant deterioration of the economic environment.

**By order of the Board**

Currimjee Ltd  
Secretary

Dated this 14 May 2010

The Board of Directors of Margarine Industries Limited accepts full responsibility for the accuracy of the information contained in these condensed unaudited financial statements prepared in accordance with International Financial Reporting Standards. Copies of the report are available to the public, free of charge, at the registered office of the Company: 6, Sir William Newton Street, Port Louis.

*These Financial Statements are issued pursuant to DEM Rule 17 and Rule 8 of the Securities (Disclosure Obligations Of Reporting Issuers) Rules 2007.*

The statement of direct and indirect interests pursuant to rule 8(2) (m) of the Securities Act (Disclosure of Reporting Issuers) Rules 2007 is available free of charge at the registered office of the Company.

**STATEMENTS OF CHANGES IN EQUITY**

	<b>THE GROUP</b>		<b>THE COMPANY</b>	
	Quarter ended 31 March 2010 (Unaudited) Rs	Quarter ended 31 March 2009 (Unaudited) Rs	Quarter ended 31 March 2010 (Unaudited) Rs	Quarter ended 31 March 2009 (Unaudited) Rs
At 1 January	103,588,506	81,115,091	103,733,763	78,066,204
Profit/(Loss) for the period	(124,205)	(242,988)	569,670	447,395
Other comprehensive income for the period	(204,315)	2,424,146	(204,315)	2,424,146
Total comprehensive income for the period	(328,520)	2,181,158	365,355	2,871,541
At 31 March	<b>Rs 103,259,986</b>	<b>83,296,249</b>	<b>104,099,118</b>	<b>80,937,745</b>

**STATEMENTS OF CASH FLOWS**

	<b>THE GROUP</b>		<b>THE COMPANY</b>	
	Quarter ended 31 March 2010 (Unaudited) Rs	Quarter ended 31 March 2009 (Unaudited) Rs	Quarter ended 31 March 2010 (Unaudited) Rs	Quarter ended 31 March 2009 (Unaudited) Rs
Net cash (used in)/generated from operating activities	(2,954,265)	1,002,416	(811,461)	(3,629,658)
Net cash used in investing activities	(586,207)	(5,348,740)	(586,207)	(5,354,634)
Net cash used in financing activities	(5,000,826)	(10,367,193)	(697,418)	(6,888,334)
Net decrease in cash and cash equivalents	(8,541,298)	(14,713,517)	(2,095,086)	(15,872,626)
Cash and Cash Equivalents - Opening	(26,152,362)	(6,451,836)	(21,946,002)	(3,953,681)
<b>Cash and Cash Equivalents - Closing</b>	<b>(34,693,660)</b>	<b>(21,165,353)</b>	<b>(24,041,088)</b>	<b>(19,826,307)</b>
<b>SEGMENTAL INFORMATION - GROUP</b>			Quarter ended 31 March 2010 Rs	Quarter ended 31 March 2009 Rs
<b>Revenue</b>				
Manufacturing			53,759,684	53,160,802
Trading			15,066,176	20,036,361
			<b>68,825,860</b>	<b>73,197,163</b>
<b>Segment Results</b>				
Manufacturing			2,332,025	727,669
Trading			254,326	407,599
			2,586,351	1,135,268
Central costs			(2,378,348)	(1,264,073)
Profit before taxation			208,003	(128,805)